District I 1625 N. Frend	ch Dr., Hob	State of New Mexico Energy Minerals and Natural Resources						Form C-101				
District II 1301 W. Grar	Energy Minerals and Natural Resources						May 27, 2004					
District III 1000 Rio Bra	Oil Conservation Division					:	Submit to appropriate District Office					
1000 Rio Brazos Road, Aztec, NM 87410 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505				l	1220 South St. Francis Dr. Santa Fe, NM 87505					AMENDED REPORT		
<b>APPLICATION FOR PERMIT TO DRILL, RE-</b>							ER, DI	CEPEN	, PLUGBA	<b>СК, О</b>	R ADI	) A ZONE
			<sup>1</sup> Operator Name CHEVRON U.	S.A. INC.				<sup>2</sup> OGRID Number 4323				
			15 SMITH I MIDLAND, TEX				30 - 02525785					
3 Рторе	<sup>3</sup> Property Name MARK					• Well No. 10						
			Proposed Pool 1 E SKELLY GRAY						<sup>10</sup> Proposed Pool 2			
		<u>I LINCOD</u>	E SIGLET GIVIT		Surface	Locat	ion					
UL or lot no.	Section	Township	Range	Lot Idn	Feet fro		North/S		Feet from the	East/We	est line	County -
Н	3	22-S	37-E		1650'	· ·	NORTH	L	340'	EAST		LEA
UL or lot no.	Section	Township	° Propos Range	Lot Idn	ttom Hole Location If Different From						agt/Al/agt ling	
A	3	22-S	37-E		340'		NORTH		340'	East/West line EAST		County LEA
		<u> </u>	12		onal We		ormatio				16 -	
	Type Code	wintal	<sup>12</sup> Well Type Cod OIL			e/Rotary			Р	P 15 Ground Level Elevation		
	fultiple	J	<sup>17</sup> Proposed Dept 3885'	<sup>18</sup> Formation GRAYBURG				<sup>19</sup> Contractor <sup>20</sup> Spud D. 4-12-200			Spud Date 12-2006	
Depth to Grou		EE ATTAC	HED C-144	Distance from	nearest free	sh water	well	·	Distance fro	m nearest s	urface wat	er
<u>Pit:</u> Liner	: Synthetic		mils thick Clay	Pit Volume:	:bbl	s	Dr	illing Meth	<u>od:</u>			
Close	ed-Loop Sys	tem 🗌					Fr	esh Water	Brine D	iesel/Oil-ba	ised 🗌 🤇	ias/Air
			21	Proposed C	Casing a	und Ce	ement	Progran	n			
Hole Size Casing Size			sing Size	Casing weight/foot			Setting Depth Sa		Sacks of C	Sacks of Cement		Estimated TOC
NO CH	ANGE											
						· · ·						
									l,	1.453	1	
<ul> <li><sup>22</sup> Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.</li> <li>KICK OFF POINT – 3632' TOP OF WINDOW: 3632' BOTTOM OF WINDOW: 3639' TARGET INTERVAL: 3632-3885' LATERAL LENGTH: 1310'</li> <li>ATTACHMENTS: C-144 &amp; PIT DESIGN PLAT C-102</li> </ul>												
MAP OF SECTION 3 <sup>23</sup> I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines , a general permit , or an (attached) alternative OCD-approved plan .							OIL CONSERVATION DIVISION Approved by:					
							Title: MAR 2 7 2006 PETROLEUM ENGINEE					
Printed name: DENISE PINKERTON Auguste (Michardon) Title: REGULATORY SPECIALIST						Title: MAR 2 7 2006 PETRULEOW						
						Appro	vai Dale:			SAPITATION	Dale:	
E-mail Address: LEAKEJD@CHEVRON.COM Date: 3-21-2006 Phone: 432-687-7375						Conditions of Approval Attached						
						0						l l

District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Rd., Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

## State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102 Revised October 12, 2005 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

AMENDED REPORT

## WELL LOCATION AND ACREAGE DEDICATION PLAT

3			<sup>2</sup> Pool Code <sup>3</sup> Pool Name 50350 PENROSE SKELLY G								
30-025-25785				<sup>5</sup> Property Name MARK					'Well Number 10		
'OGRID   4323				9	' Elevation						
<sup>10</sup> Surface Location											
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
н	3	22-S	37-E		1650'	NORTH	340'	EAST	LEA		
<sup>11</sup> Bottom Hole Location If Different From Surface											
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
Α	3	22-S	37-E		340'	NORTH	340'	EAST	LEA		
<sup>i2</sup> Dedicated Acres 80	s <sup>13</sup> Joint or	r Infill <sup>14</sup> C	onsolidation	Code <sup>15</sup> Or	der No.		I	I			

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

		<b>A</b>	
16		1340	<sup>17</sup> <b>OPERATOR CERTIFICATION</b> I hereby certify that the information contained herein is true and complete to the best of the knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofiver entered by the division.
		SHL 340	Signature Date DENISE PINKERTON Primed Name
			<sup>18</sup> SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.
			Signature and Seal of Professional Surveyor:



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State of New Mexico **Energy Minerals and Natural Resources** 

> **Oil Conservation Division** 1220 South St. Francis Dr. Santa Fe, NM 87505

For drilling and production facilities, submit to appropriate NMOCD District Office. For downstream facilities, submit to Santa Fe office

## Pit or Below-Grade Tank Registration or Closure Is pit or below-grade tank covered by a "general plan"? Yes 🗌 No 📝 Type of action: Registration of a pit or below-grade tank 🗹 Closure of a pit or below-grade tank 🔲 Operator CHEVRON U.S.A. INC. Telephone 432-687-7375 e-mail address: LEAKEJD@CHEVRON.COM Address: 15 SMITH ROAD, MIDLAND, TEXAS 79705 Facility or well name: MARK #10 HORIZONTALAPI #: 30-025-25785 U/L or Qtr/Qtr H SEC 3 T 22-S R 37-E County LEA Longitude NAD: 1927 🗌 1983 🔲 Latitude Surface Owner: PRIVATE Pit **Below-grade tank** Type: Drilling - HORIZONTAL Volume: \_\_\_\_\_bbl Type of fluid: \_\_\_\_\_ Lined Construction material: Double-walled, with leak detection? Yes 🗌 If not, explain why not. Liner type: Synthetic 🗌 Thickness 20 MIL Pit Volume 1965 bbl Depth to ground water (vertical distance from bottom of pit to seasonal 50 feet or more, but less than 100 feet (10 points) high water elevation of ground water.) Wellhead protection area: (Less than 200 feet from a private domestic No (0 points) water source, or less than 1000 feet from all other water sources.) Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.) 1000 feet or more (0 points) 10 points **Ranking Score (Total Points)**

If this is a pit closure: (1) Attach a diagram of the facility showing the pit's relationship to other equipment and tanks. (2) Indicate disposal location: (check the onsite box if your are burying in place) onsite 🔲 offsite 🔲 If offsite, name of facility\_\_\_\_ \_\_\_\_\_. (3) Attach a general description of remedial action taken including remediation start date and end date. (4) Groundwater encountered: No 🗌 Yes 🔲 If yes, show depth below ground surface ft. and attach sample results.

(5) Attach soil sample results and a diagram of sample locations and excavations.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that the above-described pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines M, a general permit  $\Box$ , or an (attached) alternative OCD-approved plan  $\Box$ .

Date: 3-21-2006

Additional Comments:

Printed Name/Title Der 130 Min Ker bar /Kegylabery. PECALIST

PETROLEUM ENGINEER Signature

Squise Pinker ton Signature:

Your certification and NMOCD approval of this application/closure does not relieve the operator of liability should the contents of the pit or tank contaminate ground water or otherwise endanger public health or the environment. Nor does it relieve the operator of its responsibility for compliance with any other federal, state, or local laws and/or regulations.

Approval:

Printed Name/Title

Key #117 Pit Design

1.





3.5'